

Domestic Fundamentals:

- Mixed sentiment featured in edible oils at various market centers on Monday.
- Palm oil end stocks in Malaysia fell to lowest levels in five years due to rise in exports on demand ahead of Ramadan, lower growth of production and low imports. However, most of the bullish sentiments are factored into the prices. Expectation of rise in production and slowdown of exports will impact sentiment in near term. Fall in exports in first 10 days of June indicates demand is already covered and demand is low ahead. Markets have to find new triggers to support prices otherwise market weakness is not ruled out.
Weather has improved in Southeast Asia and conditions have improved for palm production. El Nino is over and La Nina has not yet started. Both are in balance.
Demand from China is weak in May due to low premium of soy oil over palm oil shifting demand towards soy oil.
Factors supporting palm oil bulls are waning, while global selloff in commodities and risk arising out of China will adversely affect prices in near term.
Prices of palm oil are in range.
- USDA increased 2015/16 Argentina's soy oil export forecast on higher demand from India and depreciation of Peso. USDA increased 2016/17 soy oil end stocks of US on higher opening stocks. USDA increased 2015/16 soy oil end stocks of India on higher opening stocks. Consumption of India is left unchanged for 2015/16.
USDA kept soybean production of Argentina unchanged at 56 MMT while it reduced Brazil's soybean crop by 2 MMT to 97 MMT.
US is benefiting from losses in Argentina and lower crop in Brazil. New crop sales are expected to be robust in US in 2016/17, according to USDA.
Stocks of soy oil in US are high and with higher crush in May and June, stocks of soy oil will rise and underpin prices.
Fall in crude oil prices and strength in dollar will underpin prices.
China's commodity markets concerns and global selloff in commodities will adversely affect soy oil prices.
Prices of soy oil are in range.
- USDA increased soy oil imports in 2015/16 to 4.00 MMT from 3.7 MMT in its June estimate on strong pace of trade, primarily from Argentina and reduction in imports of other edible oils (palm kernel oil and rapeseed oil). Domestic consumption is raised from 4.75 MMT to 4.95 MMT in 2015/16.
- Argentina's soy oil exports are up 150,000 tons to 6.3 million tons reflecting the strong pace of trade to date and rising exports to India: USDA
- USDA reduced rapeseed oil imports to India by 1.00 lakh tons to 3.00 lakh tons from 4.00 lakh tons in 2015/16 on slower trade to date in its June estimate.

Outlook: Edible oil basket is expected to feature weak soy, palm and rapeseed oil in the spot market, in near-term.

NCDEX Soy Refined Oil:

Contract	+/-	Open	High	Low	Close
June-16	-4.15	644.00	644.60	638.50	640.00
July-16	-4.55	659.00	659.50	650.00	654.00

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	9,040	-3210	19910	-5730
July-16	72,300	25030	119550	11640

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	0.00	-14.00
June-16		14.00
July-16		

MCX CPO:

Contract	+/-	Open	High	Low	Close
June-16	-3.70	526.40	527.00	522.00	524.10
July-16	-5.50	525.30	526.30	519.20	521.60

Prices are taken at 5:05 PM

Contract	Volume	Change	OI	Change
June-16	2017	949	2514	-824
July-16	1465	147	3948	-113

Vol-OI are taken at 5:05 PM

Spread	June-16	July-16
Basis	8.9	11.4
June-16		-2.5
July-16		

* CPO Kandla prices taken for spread calculated as at 5:30 PM

CBOT Soy Oil Futures (Projections):

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
15-July	-0.25	32.91	33.16	32.35	32.51
15-Aug	-0.25	33.09	33.29	32.5	32.65
15-Sep	-0.25	33.15	33.42	32.64	32.78
15-Oct	-0.25	33.45	33.56	32.77	32.91
15-Dec	-0.27	33.52	33.86	33.06	33.19

BMD CPO Futures:

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
15-June	-54	2601	2601	2535	2539
15-July	-55	2591	2593	2524	2528
15-Aug	-47	2571	2573	2509	2512
15-Sep	-43	2547	2548	2486	2491

Forex:

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
13/06/2016	6.59	13320	4.09	13.81	67.14	3.41	94.5	49.91

Edible Oil Prices at Key Market

Commodity	Centre	Prices(Per 10 Kg)		Change
		13-Jun-16	11-Jun-16	
Refined Soybean Oil	Indore	640	640	Unch
	Indore (Soy Solvent Crude)	610	610	Unch
	Mumbai	645	640	5
	Mumbai (Soy Degum)	595	595	Unch
	Kandla/Mundra	635	630	5
	Kandla/Mundra (Soy Degum)	600	608	-8
	Kolkata	630	630	Unch
	Delhi	670	670	Unch
	Nagpur	625	634	-9
	Rajkot	625	628	-3
	Kota	645	640	5
	Hyderabad	641	641	Unch
	Akola	671	671	Unch
	Amrawati	664	670	-6
	Bundi	Closed	640	-
	Jalna	NA	NA	-
	Alwar	NA	NA	-
	Solapur	NA	NA	-
	Dhule	NA	NA	-
Palm Oil	Kandla (Crude Palm Oil)	533	535	-2
	Kandla (RBD Palm oil)	560	555	5
	Kandla RBD Pamolein	585	580	5
	Kakinada (Crude Palm Oil)	528	528	Unch
	Kakinada RBD Pamolein	570	570	Unch

	Haldia Pamolein	580	580	Unch
	Chennai RBD Pamolein	575	575	Unch
	KPT (krishna patnam) Pamolein	570	570	Unch
	Mumbai RBD Pamolein	585	585	Unch
	Delhi	625	635	-10
	Rajkot	575	577	-2
	Hyderabad	589	589	Unch
	Mangalore RBD Pamolein	578	580	-2
	PFAD (Kandla)	400	400	Unch
	Refined Palm Stearin (Kandla)	470	470	Unch
Refined Sunflower Oil	Chennai	695	695	Unch
	Mumbai	745	745	Unch
	Mumbai(Expeller Oil)	655	655	Unch
	Kandla	750	750	Unch
	Kandla/Mundra (Crude)	NA	NA	-
	Hyderabad (Ref)	717	717	Unch
	Latur (Expeller Oil)	722	722	Unch
	Chellakere (Expeller Oil)	675	665	10
	Erode (Expeller Oil)	730	730	Unch
Groundnut Oil	Rajkot	1250	1250	Unch
	Chennai	1180	1180	Unch
	Delhi	1150	1150	Unch
	Hyderabad *	1170	1175	-5
	Mumbai	1240	1240	Unch
	Gondal	1250	1250	Unch
	Jamnagar	1250	1250	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	817	806	11
	Jaipur (Kacchi Ghani Oil)	860	851	9
	Kota (Expeller Oil)	770	770	Unch
	Kota (Kacchi Ghani Oil)	860	855	5
	Neewai (Expeller Oil)	800	795	5
	Neewai (Kacchi Ghani Oil)	840	830	10
	Bharatpur (Kacchi Ghani Oil)	890	870	20
	Alwar (Expeller Oil)	780	780	Unch
	Alwar (Kacchi Ghani Oil)	800	800	Unch
	Sri-Ganga Nagar(Exp Oil)	800	790	10
	Sri-Ganga Nagar (Kacchi Ghani Oil)	845	840	5
	Mumbai (Expeller Oil)	850	850	Unch
	Kolkata(Expeller Oil)	940	940	Unch



	New Delhi (Expeller Oil)	792	792	Unch
	Hapur (Expeller Oil)	920	Closed	-
	Hapur (Kacchi Ghani Oil)	1000	Closed	-
	Agra (Kacchi Ghani Oil)	895	875	20
Refined Cottonseed Oil	Rajkot	675	670	5
	Hyderabad	625	625	Unch
	Mumbai	665	655	10
	New Delhi	650	650	Unch
Coconut Oil	Kangayan (Crude)	780	780	Unch
	Cochin	780	780	Unch
	Trissur	790	790	Unch
Sesame Oil	New Delhi	780	780	Unch
	Mumbai	770	780	-10
Kardi	Mumbai	830	840	-10
Rice Bran Oil (40%)	New Delhi	480	480	Unch
Rice Bran Oil (4%)	Punjab	570	570	Unch
Rice Bran Oil (4%)	Uttar Pradesh	570	570	Unch
Malaysia Palmolein USD/MT	FOB	665	680	-15
	CNF India	683	680	3
Indonesia CPO USD/MT	FOB	658	663	-5
	CNF India	685	683	2
RBD Palm oil (Malaysia Origin USD/MT)	FOB	670	Closed	-
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	630	Closed	-
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	1460	Closed	-
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	575	Closed	-
Crude palm Kernel Oil India (USD/MT)	CNF India	NA	Closed	-
Ukraine Origin CSFO USD/MT Kandla	CIF	880	880	Unch
Rapeseed Oil Rotterdam Euro/MT	FOB	720	Closed	-
Argentina FOB (\$/MT)		11-Jun-16	10-Jun-16	Change
Crude Soybean Oil Ship		Unq	725	-
Refined Soy Oil (Bulk) Ship		Unq	750	-
Sunflower Oil Ship		Unq	Unq	-
Cottonseed Oil Ship		Unq	705	-
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* indicates including VAT				

Note - Domestic edible oil prices are in Indian rupees per 10 Kg, CNF/FOB/CIF prices are in USD per tons except Rapeseed oil Rotterdam (Euro per tons).

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